



FEDERAL ELECTION COMMISSION  
WASHINGTON, D.C. 20463

RQ-2

Elizabeth Smith, Treasurer  
The Madison Project Inc.  
P.O. Box 100  
Centreville, VA 20122

APR 16 2003

Identification Number: C00298000

Reference: October Quarterly Report (7/1/02-9/30/02)

Dear Mrs. Smith:

This letter is prompted by the Commission's preliminary review of the report(s) referenced above. The review raised questions concerning certain information contained in the report(s). An itemization follows:

-Schedules A and B of your report disclose your committee has received apparent earmarked contributions for several federal candidates. Please be advised, if the contributions passed through your committee's account, then a notation must be made which states this and each must be itemized on Schedules A and B, regardless of the amount. In addition, if the earmarked contributions were forwarded in the form of the contributor's check, then a notation must be made which states this and they should be disclosed as MEMO entries on Schedules A and B, regardless of the amount. For disclosure purposes, the name and mailing address for each contributor must be provided and where the contribution exceeds \$200, the individual's occupation and name of employer must also be itemized. 11 CFR §106.6(c)(1)(iv) Please amend your report accordingly and provide the omitted schedule(s).

-Your report discloses a transfer(s) for "Overhead Expenses", "Overhead Federal Expenses", "Transfer for Federal Overhead Expenses", "Overhead Expenses for Federal Acct", and "Federal Overhead Expenses" to the **Madison Project Inc. Admin Fund** which appears to be a non-federal account of your committee. 11 CFR §§106.5 and 106.6 prohibits a committee's federal account from reimbursing its non-federal account for shared allocable expenses. Furthermore, the non-federal account is